

Department of Social and Health Services

**DP Code/Title: M1-93 Mandatory Caseload Adjustments**

**Program Level - 050 Long Term Care Services**

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Budget Period: 2003-05    Version: 11    2003-05 Agency Request Budget

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**Recommendation Summary Text:**

This placeholder decision package reflects the costs and savings associated with caseload changes in the June 2002 Forecast from the Department of Social and Health Services' (DSHS) Office of Forecast and Policy Analysis (OFPA). This forecast will be replaced in the fall with the official Caseload Forecast Council (CFC) October 2002 Forecast.

**Fiscal Detail:**

**Operating Expenditures**

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
<b>Program 050</b>			
001-1 General Fund - Basic Account-State	4,592,000	17,002,000	21,594,000
001-C General Fund - Basic Account-DSHS Medicaid Federa	5,018,000	17,650,000	22,668,000
<b>Total Cost</b>	<b>9,610,000</b>	<b>34,652,000</b>	<b>44,262,000</b>

**Staffing**

**Package Description:**

This decision package reflects the costs and savings associated with changes in the number of clients who are expected to utilize the major services provided by Washington State's Long-Term Care (LTC) programs. It is based on a placeholder forecast developed by OFPA using the June 2002 CFC caseload forecasts for Nursing Homes and Home and Community Services programs.

	FY04	FY05
Nursing Facilities	12,529	12,225
In-Home Services	26,176	27,408
Adult Family Homes	3,574	3,663
Adult Residential Care	1,517	1,552
Assisted Living	4,595	5,055

Also included are caseload changes for Adult Day Health and Private Duty Nursing using forecasts developed by OFPA.

**Narrative Justification and Impact Statement**

***How contributes to strategic plan:***

Caseload changes reflect the administration's goals to "Provide Public Value" by strengthening LTC information and assistance efforts; "Address Client and Family Needs" by facilitating upgrades to community-residential care models to enhance quality and accountability; and strengthening the home care program, including strategies to improve the LTC home care workforce. Caseload changes also reflect the administration's goal of "Budget Performance and Economic Value" by managing access to Medicaid long-term care benefits and reducing unnecessary nursing facility capacity and Medicaid nursing facility caseload.

The forecasted caseload changes indicates a decrease in nursing home beds. This and other forecast driven caseload changes reflect the agency balanced scorecard goals of ensuring a safety net is in place for people of need, clients maintain maximum independence, services are of high quality, people participate in choices about their services, and clients experience stability.

The Governor's goals to achieve high performance government, improve quality and customer service, and to increase the safety and security of Washington State residents are also supported.

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***Performance Measure Detail***

**Program: 050**

**Goal: 01E    Ensure access to an array of optional long-term care services**

No measures submitted for package

**Incremental Changes**

**FY 1**

**FY 2**

**Goal: 02E    Address Client and Family Needs**

**Incremental Changes**

**FY 1**

**FY 2**

**Outcome Measures**

2E1    Percentage of long-term care caseload in community settings.

1.6%

3.0%

**Goal: 03E    Budget Performance and Economic Value**

**Incremental Changes**

**FY 1**

**FY 2**

**Efficiency Measures**

7ED    Monthly average cost per long-term care client.

-\$10.52

-\$10.38

**Goal: 05E    Provide Public Value**

**Incremental Changes**

**FY 1**

**FY 2**

No measures submitted for package

***Reason for change:***

The expenditures presented in this decision package reflect the most current caseload forecasts for Long Term Care programs.

***Impact on clients and services:***

This step reflects the costs associated with providing services to the number of clients eligible under current law for AASA's programs.

***Impact on other state programs:***

None

***Relationship to capital budget:***

None

***Required changes to existing RCW, WAC, contract, or plan:***

No revisions needed if funding is approved.

***Alternatives explored by agency:***

Alternatives have been explored in the past and the caseload driven forecast method has been determined as the most appropriate for providing the balance of service and funding requirements.

***Budget impacts in future biennia:***

Future biennia budget impacts will be driven by caseload trends. Caseload levels experienced in Fiscal Year 2005 can be expected to carry forward into future biennia.

***Distinction between one-time and ongoing costs:***

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The forecasted caseloads will have ongoing costs in future biennia.

***Effects of non-funding:***

Changes in eligibility would be required if funding is not available for increased caseload census.

These changes would mean that clients currently receiving services, and those who might need services in the future, may not have access to those services.

It is likely that numerous RCW, WAC, and State Plan revisions would be required if funding is not approved.

***Expenditure Calculations and Assumptions:***

See attachment - AASA M1-93 Mandatory Caseload Adjustments.xls

<b><u>Object Detail</u></b>	<b><u>FY 1</u></b>	<b><u>FY 2</u></b>	<b><u>Total</u></b>
<b>Program 050 Objects</b>			
N    Grants, Benefits & Client Services	9,610,000	34,652,000	44,262,000

**DSHS Source Code Detail**

<b>Program 050</b>		<b><u>FY 1</u></b>	<b><u>FY 2</u></b>	<b><u>Total</u></b>
<b>Fund 001-1, General Fund - Basic Account-State</b>				
<b><u>Sources</u></b>	<b><u>Title</u></b>			
0011	General Fund State	4,592,000	17,002,000	21,594,000
<b>Total for Fund 001-1</b>		<b>4,592,000</b>	<b>17,002,000</b>	<b>21,594,000</b>
<b>Fund 001-C, General Fund - Basic Account-DSHS Medicaid Federa</b>				
<b><u>Sources</u></b>	<b><u>Title</u></b>			
19TA	Title XIX Assistance (FMAP)	4,170,000	15,988,000	20,158,000
19UL	Title XIX Admin (50%)	848,000	1,662,000	2,510,000
<b>Total for Fund 001-C</b>		<b>5,018,000</b>	<b>17,650,000</b>	<b>22,668,000</b>
<b>Total Program 050</b>		<b>9,610,000</b>	<b>34,652,000</b>	<b>44,262,000</b>